

UNITED STATES BANKRUPTCY COURT
NORTHERN DISTRICT OF ILLINOIS
EASTERN DIVISION

IN RE:) Chapter 11
) Judge Eugene R. Wedoff
DURACO PRODUCTS, INC.,) Case No. 08 B 31353
)
Debtor.)

**EIGHTEENTH AND FINAL ORDER EXTENDING PRIOR INTERIM ORDERS
AUTHORIZING DEBTOR TO (I) USE CASH COLLATERAL, (II) BORROW
MONEY, (III) GRANT SECURITY INTERESTS, (IV) ACCORD PRIORITY
STATUS AND (V) OBTAIN RELATED RELIEF**

This matter coming to be heard for continued hearing on the Debtor's motion for authority to use cash collateral, borrow money, grant security interests, accord priority status and obtain related relief (the "Motion"); the Court having previously entered an Interim Order granting the Motion and Authorizing Debtor To (i) Use Cash Collateral, (ii) Borrow Money, (iii) Grant Security Interests, (iv) Accord Priority Status And (v) Obtain Related Relief ("First Order") on November 26, 2008, and the Court having subsequently entered a Second Interim Order Authorizing Debtor To (i) Use Cash Collateral, (ii) Borrow Money, (iii) Grant Security Interests, (iv) Accord Priority Status And (v) Obtain Related Relief ("Second Order") which expired on January 28, 2009; the Debtor and the Committee of Unsecured Creditors having previously waived claims against Franklin Capital Corporation, as described in the Second Order; the parties having asked the Court to continue the Second Order and the Final Hearing for a further date; the Second Order having been extended from time to time and modified by subsequent Interim Orders; and, and the Court being otherwise fully advised in the premises;

IT IS HEREBY ORDERED, STIPULATED AND AGREED THAT:

1. The Second Order, as extended previously and modified by subsequent Interim Orders, is continued, and shall remain in effect, and each of the Debtor, Kevin Lynch and Michael Lynch shall continue to Comply with the First Order and the Second Order and the extensions of each such Order, and the budget attached hereto as Exhibit A.
2. The Second Order as modified by all subsequent Interim Orders and extended by this Order, shall remain in effect and full force and effect and are extended and shall, with the Debtor's ability to use cash collateral, expire on October ²⁶~~24~~, 2009 without SNS further order of Court.

3. The Final Hearing on the Motion is concluded and this is a final order.

CONSENT AS TO FORM AND SUBSTANCE OF THIS ORDER

DURACO PRODUCTS, INC.

KEVIN LYNCH

MICHAEL LYNCH

By: 

Its: _____

ENTERED:


United States Bankruptcy Judge

23 OCT 2009

Order Prepared by:

Scott N. Schreiber (ARDC #6191042)

Shelly A. DeRousse (ARDC #6274798)

Stahl Cowen Crowley Addis LLC

55 W. Monroe St.

Suite 1200

Chicago, IL 60603

312-641-0060 (phone)

312-423-8189 (direct fax)

	Week Of <u>10/18/2009</u>	Week Of <u>10/25/2009</u>	2 Weeks Ended <u>10/31/2009</u>
Net Proprietary Forecasted Sales	275,000.00	205,000.00	\$480,000
Intercompany Sales	0.00	0.00	\$0
Receivable Line of Credit	275,000.00	205,000.00	\$480,000
Less:			
Freight	20,625.00	15,375.00	\$36,000
Franklin - Estimated Accrued Fees (i)	22,000.00	16,400.00	\$38,400
	42,625.00	31,775.00	\$74,400
Net Proprietary Sales	149,875.00	111,725.00	\$261,600
Net Funds Available	149,875.00	111,725.00	\$261,600
Cost of Sales Proprietary			
Raw Material			
(i) Resin	24,800.00	24,800.00	\$49,600
(ii) Colorant	0.00	0.00	\$0
(iii) Corrugated	0.00	0.00	\$0
Direct Labor	15,500.00	15,500.00	\$31,000
Indirect & Supervisory	0.00	28,500.00	\$28,500
Phone/ DSL	0.00	0.00	\$0
Utilities			
(i) ComEd	62,500.00	0.00	\$62,500
(ii) Nicor	0.00	0.00	\$0
Rent / Real Estate Tax Escrow	0.00	0.00	\$0
Equipment Lease	0.00	0.00	\$0
Insurance			
(i) Health Insurance (BCBS)	10,000.00	10,000.00	\$20,000
(ii) Workman's Comp / GL	6,500.00	6,500.00	\$13,000
Outside Purchases & Services	0.00	0.00	\$0
Other Manufacturing costs	9,500.00	3,500.00	\$13,000

Cost of Sales Proprietary (ii)	128,800.00	88,800.00	\$217,600
Net Profit	21,075.00	22,925.00	\$44,000
Less:			
US Trustees Office	0.00	3,875.00	
Arnstein & Lehr LLP	15,000.00	15,000.00	\$30,000
Stahl Cowen	1,500.00	0.00	\$1,500
Querrey & Harold, Ltd	2,500.00	2,500.00	\$5,000
	19,000.00	21,375.00	\$40,375
	2,075.00	1,550.00	\$3,625

(i) Franklin estimates the Franklin Estimated Accrued Fees to be an approximate 8.0%. The above Franklin Estimated Accrued Fees are strictly an estimate and the above amount is not a true reflection on weekly cash flow

(ii) Cost of Sales Proprietary reflects significant cost reductions implemented by the debtor.